

# SENATE BILL No. 373

DIGEST OF SB 373 (Updated January 25, 2006 7:27 pm - DI 106)

Citations Affected: IC 12-14.

**Synopsis:** Payments for funeral and burial expenses. Requires the division of family resources to pay funeral director and cemetery expenses incurred for an individual receiving or certified to receive certain public assistance at the time of death. Provides that the division has a preferred claim against a decedent's estate that has sufficient assets to pay the funeral director and cemetery expenses. Increases the amount contributed from friends, relatives, and the decedent's estate that the division may not consider in determining the amount to be paid for the funeral director or cemetery expenses.

Effective: July 1, 2006.

# Mishler, Smith S, Sipes

January 11, 2006, read first time and referred to Senate Committee on Appropriations. January 19, 2006, pursuant to Senate Rule 65(b), reassigned to Committee on Judiciary. January 26, 2006, reported favorably — Do Pass.





#### Second Regular Session 114th General Assembly (2006)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in this style type, and deletions will appear in this style type.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in this style type. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in this style type or this style type reconciles conflicts between statutes enacted by the 2005 Regular Session of the General Assembly.

## SENATE BILL No. 373

A BILL FOR AN ACT to amend the Indiana Code concerning human services.

Be it enacted by the General Assembly of the State of Indiana:

- SECTION 1. IC 12-14-17-2 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2006]: Sec. 2. (a) This section applies upon the death of either of the following:
  - (1) A recipient who is receiving supplemental assistance.
  - (2) An aged, blind, or disabled person who at the time of death was certified as eligible to receive medical assistance under Medicaid.
  - (b) Unless otherwise determined by the director, Except as provided in subsection (c), the division shall pay six hundred dollars (\$600) for the funeral director's expenses of the decedent if the following conditions exist:
    - (1) The estate of the deceased is insufficient to pay the funeral director's expenses.
    - (2) The individual legally responsible for the burial of the deceased is unable to pay the funeral director's expenses.
  - (c) If the division determines that the estate of the deceased is sufficient to pay all or part of the funeral director's expenses, the

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1	division:
2	(1) shall pay six hundred dollars (\$600) for expenses that the
3	funeral director has incurred; and
4	(2) may recover the amount paid by the division under this
5	section as a preferred claim from the estate of the deceased.
6	SECTION 2. IC 12-14-17-3 IS AMENDED TO READ AS
7	FOLLOWS [EFFECTIVE JULY 1, 2006]: Sec. 3. Unless otherwise
8	determined by the director, (a) Except as provided in subsection (b),
9	in addition to money paid by the division under section 2 of this
10	chapter and even if the deceased or person legally responsible for the
11	deceased possesses a burial lot, the division shall pay four hundred
12	dollars (\$400) for the cemetery's expenses for the deceased to cover the
13	following:
14	(1) The provision of burial rights if necessary.
15	(2) The opening and closing of a burial plot and provision of an
16	outer container.
17	(3) The service required by the cemetery authorities.
18	(b) If the division determines that the estate of the deceased is
19	sufficient to pay all or part of the cemetery's expenses, the division:
20	(1) shall pay four hundred dollars (\$400) for expenses that the
21	cemetery has incurred; and
22	(2) may recover the amount paid by the division under this
23	section as a preferred claim from the estate of the deceased.
24	SECTION 3. IC 12-14-17-3.5 IS ADDED TO THE INDIANA
25	CODE AS A <b>NEW</b> SECTION TO READ AS FOLLOWS
26	[EFFECTIVE JULY 1, 2006]: Sec. 3.5. Except for a claim for the
27	costs and expenses of administration, a claim filed under sections
28	2(c) and 3(b) of this chapter is a superior claim.
29	SECTION 4. IC 12-14-17-4 IS AMENDED TO READ AS
30	FOLLOWS [EFFECTIVE JULY 1, 2006]: Sec. 4. An amount not
31	exceeding The division:
32	(1) may not consider a combined total of one thousand seven
33	hundred fifty dollars $(\$750)$ (\$1,750) that is contributed by:
34	(1) (A) friends;
35	(2) (B) relatives; and
36	(3) (C) the resources of the deceased; and
37	(2) may consider any amount that exceeds one thousand seven
38	hundred fifty dollars (\$1,750) contributed by:
39	(A) friends;
40	(B) relatives; and
41	(C) the resources of the deceased;
42	may not be considered when determining the amount to be paid to the



1	funeral director for expenses under this chapter. However, the	
2	resources of the deceased may not be used if the deceased has prepaid	
3	funeral expenses that were excluded as a resource for Medicaid	
4	eligibility under IC 12-15-2.	
5	SECTION 5. IC 12-14-17-5 IS AMENDED TO READ AS	
6	FOLLOWS [EFFECTIVE JULY 1, 2006]: Sec. 5. An amount not	
7	exceeding The division:	
8	(1) may not consider a combined total of two four hundred	
9	dollars (\$200) (\$400) that is contributed by:	
10	(1) (A) friends;	
11	(2) (B) relatives; and	
12	(3) (C) the resources of the deceased; and	
13	(2) may consider any amount that exceeds four hundred	
14	dollars (\$400) contributed by:	
15	(A) friends;	
16	(B) relatives; and	
17	(C) the resources of the deceased;	U
18	may not be considered when determining the amount to be paid to the	
19	cemetery for expenses under this chapter. However, the resources of	
20	the deceased may not be used if the deceased has prepaid funeral	
21	expenses that were excluded as a resource for Medicaid eligibility	
22	under IC 12-15-2.	
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# REPORT OF THE PRESIDENT PRO TEMPORE

Madam President: Pursuant to Senate Rule 65(b), I hereby report that Senate Bill 373, currently assigned to the Committee on Appropriations, be reassigned to the Committee on Judiciary.

**GARTON** 

#### SENATE MOTION

Madam President: I move that Senators Smith S and Sipes be added as coauthors of Senate Bill 373.

**MISHLER** 

### COMMITTEE REPORT

Madam President: The Senate Committee on Judiciary, to which was referred Senate Bill No. 373, has had the same under consideration and begs leave to report the same back to the Senate with the recommendation that said bill DO PASS.

(Reference is made to Senate Bill 373 as introduced.)

BRAY, Chairperson

Committee Vote: Yeas 9, Nays 0.



